GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:787
ANSWERED ON:05.12.2003
NEW ASSET RECONSTRUCTION COMPANIES
YEMPARALA VENKATESWARA RAO

Will the Minister of FINANCE be pleased to state:

(a) whether three more asset reconstruction companies are likely to be set up in addition to the present Asset Reconstruction Company (ARC) of India; and

(b) if so, the details thereof and the justification for having so many asset reconstruction companies ?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI ANANDRAO V. ADSUL)

(a) & (b) :- Reserve Bank of India (RBI) have reported that so far they have received fifteen applications from securitisation and reconstruction companies for registration. These applications are being scrutinised with the help of an External Advisory Committee constituted by RBI for the purpose. The Committee consists of distinguished persons in the field of banking, law and accountancy.

RBI have granted registration to Asset Reconstruction Company (India) Limited (Arcil), having its Registered Office in Mumbai and Assets Care Enterprise Ltd., having its Registered Office in New Delhi.